New York Open Tactic

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- If you have to be risking 40 pips, you should be asking yourself if you should even be doing the trade at all.
- Small ranges are a big neon sign saying, "Hello, watch me closely because we are getting ready to have a large range day."
- When markets go into a large range cycle you really want to sit back and wait for things to settle down.
- High probability, low risk trades are around when the small range bars form on the charts.
- The market will move in a cycle of small ranges to large ranges, small ranges to large ranges.
- An outside day with a down close usually sets up a buy signal within a couple days.
- On a large range day, you have an 80% likelihood of the high or low forming very close to the opening of the day. The open will be very close to the high and the close very close to the low on a down day. The open and close are on opposite extremes. Opens are very close to the highs on down days and very close to the lows on up days.
- The New York Open is the absolute easiest market to trade.
- As long as we haven't fulfilled our 5 day ADR there is some serious potential to make pips at New York Open. It is very low risk in terms of directional bias because you already have the London Open high or low in place.
- 23:00 GMT is when you have a significant shift in flows.
- A lot of times London Open will give you a high or low right at 2:00AM Central time.
- When trading retracements against the higher time frame bias, you would not gun for the 127% extension or the 162% extension.. in this scenario you would just take your profits at the 100% Fib area.
- If you are swing trading in line with the daily momentum, then you would absolutely hold for the 162% extension.
- Combine short term turtle soup patterns with slightly longer term OTE patterns and S/R confluence to get good trade entries.
- When your stop is too large using the rule of placing it 10 pips above or below the 0% Fib, you can drill down to lower time frames and look for patterns there (OTE, turtle soup, etc.) to get a better entry with a closer stop.
- You know you have a good fill if you short into a bold faced bullish candle and buy into a bold faced bearish candle. This is also the quickest way to cover the spread.
- You want a lot of confluences that agree with the higher time frame bias for the most profitable trades.
- Your mindset should not be that you have to be right.
- By 18:00GMT, the battery life is usually used up for the day.
- You want to be out of your trade by 18:00GMT if it is a day trade.
- Many times you will get a bounce counter trend around London close and it will form an OTE on the 5 minute chart. This is a scalp trade. You could exit this trade at the 38% retracement of the whole day because it is a counter trend trade and you could see it reverse there.
- With multiple accounts, you could leave the position trade on while trading the London close scalp trade in the other account.
- If the daily range has already been filled going into New York open, you should not risk 2% on a New York open trade. Scale risk back in that situation (1% or 0.5%).
- Compound your profits, do not live off your account when it gets to $10,000. Let it build. You'd be surprised how fast this thing grows.
- If London Open doesn't work for you then just sleep in and trade New York open. You have the advantage of knowing the higher time frame bias and then you just wait to see if London open puts in a high and agrees with your trend direction on the higher time frame.
- Just wait for time and price to meet and get in there and do it.
- Take first profits at the 0% Fib level.
- For pivot zone trades you want the swing that you draw your Fib on to be 40 pips. When you are trend trading it doesn't matter.
- If you caught the lion's portion of a day and you don't feel safe holding over night or over the weekend, then you want to be out by 18:00GMT.
- If you get 30 pips in a trade, **take something off**.. it doesn't matter what you take off, but at least take some.
- The high or low of the day is expected to be put in place by 9:00GMT. Large odds that it is made before 5:00am New York time. Definitely it will be made before New York open.
- When you do get in sync with the higher time frame, milk it.